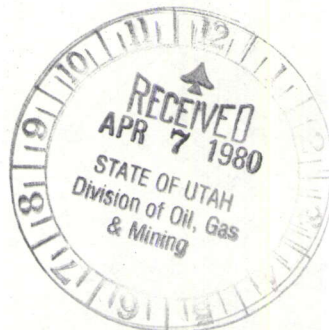


FILE NO. DOE/047/005DATE: May 9, 1980

STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING
1588 WEST NORTH TEMPLE
SALT LAKE CITY, UTAH 84116



DECLARATION OF EXEMPTION

(See Mined Land Reclamation Act 40-8-4(6))

As provided for in Section 40-8-4 UCA 1953, I hereby declare an exemption from the "Utah Mined Land Reclamation Act", in that less than 500 tons of material is being mined or less than two (2) acres of land is being excavated or used as a disposal site during a period of twelve (12) consecutive months, from the following designated claims, leases, or fee acreage.

NAME OF CLAIM, LEASE, OR FEE ACREAGE	1/4 SECTION	LOCATION		RANGE	COUNTY
		TOWNSHIP			
#26607 State lease	Sec 25, 26, 36	9 S.		21 E	Uintah

Commodity: GilsoniteDate: 7 Apr 80 Signature: Gene CatesOPERATOR: Gene CatesADDRESS: 3724 Yorkshire Rd. SLC, UtahTELEPHONE: 967-7511

*This form needs to be filed one time only. In the event more than the minimum size requirements are mined, a Notice of Intention to Commence Mining Operations (MR Form 1) and a Mining and Reclamation Plan (MR Form 2) will need to be filed with this office.

Send bond to John Blake